

STATE OF INDIANA



INDIANA UTILITY REGULATORY COMMISSION
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INDIANAPOLIS, INDIANA 46204-2764

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APPLICATION OF SOUTHERN INDIANA
GAS AND ELECTRIC COMPANY D/B/A
VECTREN ENERGY DELIVERY OF INDIANA
INC. ("VECTREN SOUTH") FOR APPROVAL
OF CHANGES IN ITS GAS COST ADJUSTMENT
IN ACCORDANCE WITH I.C. 8-1-2-42(g)
AND 8-1-2-42.3

)
) CAUSE NO. **FILED** 31366 GCA 86

)
) APR 06 2005


) INDIANA UTILITY
) REGULATORY COMMISSION

You are hereby notified that on this date the Indiana Utility Regulatory Commission ("Commission") has caused the following entry to be made:

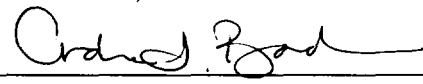
The Presiding Officers have reviewed the evidence presented in this matter and hereby find that Petitioner should prepare and submit a responsive late-filed exhibit on or before April 14, 2005, addressing the following issues:

1. Based on Staff examination of over-or under-estimation of demand on a month-by-month basis over the most recent five (5) years, the average over-estimation of demand in the primary injection months has ranged from nearly 17% to almost 28%. While there are variations in the amounts of overages from year to year within any given month, the over-estimations are consistent within each month. This suggests that perhaps the over-estimations are not driven by one-time occurrences such as migration of individual customers from full service to transportation service. Please discuss plans for improving demand projection accuracy.
2. Petitioner showed 1,292,757 Dth for advanced purchases, or approximately 84% of base load supply, for the reconciliation period in GCA 85. Please explain whether this is a coincidence or if this figure has other significance.

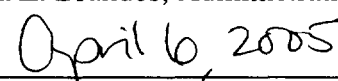
IT IS SO ORDERED.



Larry S. Landis, Commissioner



Andrea L. Brandes, Administrative Law Judge



Date